

## Public Health & Human Services-6901 Disability Services Division-10

**Program Description** - Disability Services Division (DSD) assists Montanans with disabilities in living, working, and participating in their communities. The division provides or contracts for institutional care, residential services, home-based services to families, case management, and a variety of employment outcome-related services. These services include counseling and guidance, career training, transportation, adaptive equipment, orientation and mobility services to the blind, vocational rehabilitation training, independent living services, medical services, job placement, and supported employment. DSD is responsible for medical adjudication of all claims for Social Security Disability and Supplemental Security Income. The division is responsible for the state institution at the Montana Developmental Center (MDC) in Boulder.

Vocational Rehabilitation (VR) serves individuals with orthopedic, mental, visual, hearing, brain injury, and other disabilities. Developmentally disabled includes individuals with mental retardation, epilepsy, autism, or other neurological conditions that require treatment similar to those required by someone with mental retardation. The developmental disability must have originated before age 18 and have resulted in a substantial handicap for indefinite duration.

Disability Services Division (DSD) serves the telephone needs of Montanans who are deaf, hard of hearing, speech disabled, or mobility disabled through the Montana Telecommunication Access Program (MTAP).

**Statutory Authority** - 53, MCA, 29 U.S.C. 721 et. seq., 29 U.S.C. 796, et. seq., 29 U.S.C. 774, 29 U.S.C. 777b, 29 U.S.C. 2201 et. seq., 42 U.S.C. 75, 6602, 72 U.S.C. 1300, 42 CFR 441.302(b), 42 CFR 441.302(g), 45 CFR 74.62, and 34 CRF Part 303.

### Program Indicators –

Indicator	Actual FY2004	Actual FY2005	Estimated FY2006	Estimated FY2007	Requested FY2008	Requested FY2009
Vocational Rehabilitation number rehabilitated	892	899	900	900	900	900
Vocational Rehabilitation percentage severely disabled	82%	82%	80%	80%	80%	80%
Developmental Disabilities Program (DDP) waiting for service and receiving no other DDP services	457	486	471	484	491	498
DDP waiting for additional services and receiving some DDP services	828	818	832	836	838	840
Montana Telecommunications Access Program (MTAP) Relay Service total minutes per year	370,310	364,835	336,703	286,922	281,983	501,422

For both Vocational Rehabilitation indicators, actual numbers for FY2006 will be available Oct 1, 2006.

MTAP relay service total minutes decreased between FY2004 and FY2008 because of the introduction of Internet Protocol (IP) relay and Turbo technology, which is much faster and therefore fewer minutes are needed. The estimated increase from FY2008 to FY2009 reflects an anticipated federal government mandate that states pay for Video Relay Service (VRS) and IP Relay.

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2006	PL Base Adjustment Fiscal 2008	New Proposals Fiscal 2008	Total Exec. Budget Fiscal 2008	PL Base Adjustment Fiscal 2009	New Proposals Fiscal 2009	Total Exec. Budget Fiscal 2009
FTE	492.92	0.00	1.00	493.92	0.00	1.00	493.92
Personal Services	22,208,155	553,531	40,779	22,802,465	717,688	40,820	22,966,663
Operating Expenses	8,376,219	140,305	1,129,504	9,646,028	236,449	61,064	8,673,732
Equipment	68,120	(53,120)	0	15,000	(53,120)	0	15,000
Benefits & Claims	96,915,222	2,598,760	14,211,731	113,725,713	2,659,299	18,015,352	117,589,873
Debt Service	0	0	0	0	0	0	0
<b>Total Costs</b>	<b>\$127,567,716</b>	<b>\$3,239,476</b>	<b>\$15,382,014</b>	<b>\$146,189,206</b>	<b>\$3,560,316</b>	<b>\$18,117,236</b>	<b>\$149,245,268</b>
General Fund	46,584,972	1,520,275	3,738,665	51,843,912	1,817,150	4,651,055	53,053,177
State/Other Special	1,458,428	512,758	2,782,826	4,754,012	513,938	2,185,587	4,157,953
Federal Special	79,524,316	1,206,443	8,860,523	89,591,282	1,229,228	11,280,594	92,034,138
<b>Total Funds</b>	<b>\$127,567,716</b>	<b>\$3,239,476</b>	<b>\$15,382,014</b>	<b>\$146,189,206</b>	<b>\$3,560,316</b>	<b>\$18,117,236</b>	<b>\$149,245,268</b>

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-----Present Law Adjustments-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2008	\$0	(\$475,001)
FY 2009	\$0	(\$475,001)

**PL- 10001 - Adjust I-149 Funding -**

The 2005 Legislature appropriated \$950,000 of state funds per year in the 2007 biennium for a funding increase for the Developmental Disability Program community services. In base year 2006, the Legislature appropriated \$475,000 general fund and \$475,000 I-149 funds, spending general funds first to allow time to build the I-149 fund balance. The funding appropriated for FY 2007 is \$950,000 I-149 funds. This request moves \$475,000 of general fund to I-149 funds per year in the 2009 biennium to offset the split funding designated in the base year 2006.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2008	\$0	\$1,398,752
FY 2009	\$0	\$1,540,649

**PL- 10002 - FMAP Adjustment -**

This request provides an increase in general fund of almost \$2.9 million over the biennium, with an offsetting decrease in federal funds, due to a projected change in Federal Medical Assistance Percentage (FMAP) rates for FY 2008 and FY 2009.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2008	\$2,366,542	\$695,174
FY 2009	\$2,366,542	\$701,609

**PL- 10003 - Annualization of Community Services Cost Plans -**

This request is for \$4.7 million total funds, \$1.4 million general fund over the biennium to support annualized cost plans for individuals already in developmental disability community services.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2008	\$439,448	\$439,448
FY 2009	\$449,601	\$449,601

**PL- 10004 - MDC Base Adjustments -**

This request provides about \$0.9 million in general fund over the biennium to adjust for zero-based personal services funding as compared to the base year. This request is necessary to maintain minimum Montana Developmental Center (MDC) staffing requirements at this 24-hour day, 7-days-a-week facility and to maintain Medicaid certification.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2008	\$24,185	\$5,587
FY 2009	\$40,640	\$10,366

**PL- 10005 - DSD Rent for non-state facilities -**

DSD requests funding for rent increases for offices in non-D of A buildings. This decision package requests \$15,953 of general fund, \$5,705 of state special revenue, and \$43,167 of federal funds over the biennium for the Developmental Disabilities and Vocational Rehabilitation programs. The increases are built into the lease agreements for field offices.

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	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2008	\$157,521	\$0
FY 2009	\$238,241	\$0

**PL- 10007 - Disability Determination Services Base Adjustments -**

This decision package requests an increase of \$395,762 in federal funds over the biennium for Disability Determination Services workload increase.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2008	\$208,256	\$44,359
FY 2009	\$264,023	\$56,237

**PL- 10008 - VR Tuition Increases -**

This decision package requests \$100,596 of general fund and \$371,683 of federal funds over the biennium to provide for a 5% tuition increase each year from FY 2007 through FY 2009 for non-state schools only, and no increase for state schools. The funds, which are a portion of the Vocational Rehabilitation benefits, will offset increases in tuition costs and maintain current level services that assist individuals with disabilities in returning to work.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2008	\$16,000	\$0
FY 2009	\$16,000	\$0

**PL- 10020 - Health Services Accounts -**

SB 433 of the 2005 Session appropriated \$16,000 state special revenue to DSD for a Medicaid pilot program to create waiver services accounts for individuals with developmental disabilities. The pilot program did not start until the second year of the 2007 biennium. This request adds the authority back into the division's budget.

-----**New Proposals**-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2008	\$50,000	\$50,000
FY 2009	\$50,000	\$50,000

**NP- 10009 - Montana Youth Leadership Forum (MYLF) -**

This decision package is a request to support the Montana Youth Leadership Forum (MYLF) for disabled youth, including Indian students on Montana reservations. It is a request for \$100,000 in general funds over the biennium.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2008	\$4,654,963	\$1,664,117
FY 2009	\$6,787,744	\$2,347,665

**NP- 10010 - DD Wait List Reduction -**

This request is for \$11.4 million total funds, \$4 million general fund over the biennium to support community services for individuals currently on the developmental disability community services waiting list.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2008	\$8,169,675	\$1,582,172
FY 2009	\$9,840,515	\$1,814,413

**NP- 10011 - DD Rate Rebasing -**

This request is for \$18 million total funds, \$3.4 million general fund and \$3.9 million in state special revenue funds over the biennium to support the rebasing of the developmental disability program provider rates.

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	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2008	\$120,000	\$120,000
FY 2009	\$120,000	\$120,000

**NP- 10016 - DD Crisis Funding - Restores OTO -**

The Travis D settlement calls for \$200,000 of general fund, continuous crisis funding. \$80,000 of this amount is in the division's base budget. This decision package requests \$120,000 general fund per year over the biennium, which the 2005 Legislature previously provided as one-time-only funding.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2008	\$1,065,000	\$0
FY 2009	\$0	\$0

**NP- 10018 - MTAP new technologies (BIEN) -**

DSD requests \$1,065,000 state special revenue authority for the Montana Telecommunications Access Program (MTAP), in the event that the federal government mandates that the states pay for new technologies. DSD predicts that the federal mandate will come with advance notice of at least 18 months.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2008	\$1,000,000	\$0
FY 2009	\$1,000,000	\$0

**NP- 10021 - Developmental Disabilities Program - Fed Authority -**

This request is for \$2 million of additional federal authority for the biennium to provide the appropriation authority for increases in federal grants or maximize general funds under the Home and Community Based Waiver. This waiver is used to fund services to individuals with developmental disabilities. The federal authority would not require any future commitment of general fund dollars.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2008	\$55,283	\$55,283
FY 2009	\$51,884	\$51,884

**NP- 10026 - VR Transition Counselor -**

This decision package is a request for support for 1.00 FTE, vocational rehabilitation counselor to be located in a local school district who will assist in identifying students and coordinating available services. This request is part of the initiative to Improve Outcomes for Young Adults with Disabilities. This is a budget request for \$107,167 general fund over the biennium.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2008	\$267,093	\$267,093
FY 2009	\$267,093	\$267,093

**NP- 10501 - Provider Rate Increases -**

This decision package requests increases for provider rates by 2.5% for the biennium. Total funds requested are \$534,186 all general funds.

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### Health Resources Division-11

**Program Description** - The Health Resources Division (HRD) administers Medicaid primary care services, children's mental health services and the Children's Health Insurance Program (CHIP). The purpose of the division is to improve and protect the health and safety of Montanans. The Division reimburses private and public providers for a wide range of preventive, primary, and acute care services. Major service providers include: physicians, public health departments, clinics, hospitals, dentists, pharmacies, durable medical equipment, and mental health providers. The Division develops tools, measurements and reports necessary to allow division management to administer and control programs and expenditures in the division, and to report those results in an accurate and timely manner to others. The Division strives to provide superior customer service in a respectful, fair, and timely manner.

The majority of services in the Division are funded through Medicaid. Medicaid is a voluntary state/federal partnership that reimburses for medical services for the aged, blind, disabled, children and low-income families. The Children's Mental Health Bureau is predominately financed through Medicaid. A small federal SAMHSA grant provides regional infrastructure and very limited services for children below 150% of the federal poverty level.

The division administers CHIP as a separate health insurance program and contracts with Blue Cross Blue Shield to provide third party administrator services. CHIP dental and eyeglasses benefits are reimbursed directly by the department.

#### Program Indicators –

Indicator	Actual FY2005	Actual FY2006	Estimated FY2007	Requested FY2008	Requested FY2009
Children's Mental Health, Percentage SED Clients Served in Community	84.91%	85.23%	85.5%	85.5%	85.5%
CHIP & Special Health, Percentage of Clients Served Receiving Preventive Health Care	56.0%	N/A	57.0%	58.0%	59.0%
Managed Care, Percentage of participation in the Nurse First Care Management Programs	16.2%	15.9%	16.0%	16.0%	16.0%

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2006	PL Base Adjustment Fiscal 2008	New Proposals Fiscal 2008	Total Exec. Budget Fiscal 2008	PL Base Adjustment Fiscal 2009	New Proposals Fiscal 2009	Total Exec. Budget Fiscal 2009
FTE	81.00	0.00	6.00	87.00	0.00	6.00	87.00
Personal Services	3,258,627	886,028	256,970	4,401,625	897,046	257,260	4,412,933
Operating Expenses	8,525,672	281,821	1,005,061	9,812,554	291,642	1,035,774	9,853,088
Grants	189,278	0	0	189,278	0	0	189,278
Benefits & Claims	444,205,071	69,863,702	18,418,352	532,487,125	105,771,479	19,582,305	569,558,855
Debt Service	2,282	0	0	2,282	0	0	2,282
<b>Total Costs</b>	<b>\$456,180,930</b>	<b>\$71,031,551</b>	<b>\$19,680,383</b>	<b>\$546,892,864</b>	<b>\$106,960,167</b>	<b>\$20,875,339</b>	<b>\$584,016,436</b>
General Fund	99,892,880	25,569,957	948,297	126,411,134	35,342,560	947,669	136,183,109
State/Other Special	23,744,825	12,233,491	4,939,007	40,917,323	12,078,951	5,374,309	41,198,085
Federal Special	332,543,225	33,228,103	13,793,079	379,564,407	59,538,656	14,553,361	406,635,242
<b>Total Funds</b>	<b>\$456,180,930</b>	<b>\$71,031,551</b>	<b>\$19,680,383</b>	<b>\$546,892,864</b>	<b>\$106,960,167</b>	<b>\$20,875,339</b>	<b>\$584,016,436</b>